

PLEASE READ THIS ENDORSEMENT CAREFULLY AS IT CHANGES YOUR POLICY.

STATE ENDORSEMENT – ALABAMA

The following amendment changes the policy. Please read your entire policy for full details about your coverages.

Throughout the policy and endorsements attached to it, reference to minimum limits means the following limits of liability, as required by Alabama law, to be provided under a policy of automobile liability insurance:

1. \$25,000 for each person, subject to \$50,000 for each accident, with respect to "bodily injury"; and
2. \$25,000 for each accident with respect to "property damage".

PART A – LIABILITY COVERAGE

EXCLUSIONS

The following is added:

For any of the following:

- a. judgments;
- b. costs;
- c. attorney fees; or
- d. claims;

against an "insured" for punitive or exemplary damages unless the result of wrongful death cases covered under Alabama's Wrongful Death Statute.

PART F – GENERAL PROVISIONS

Under the **Payment of Loss** Provision, the second paragraph is deleted and replaced by the following:

If we pay a total loss or a "constructive total loss" for any of "your covered auto(s)" shown in the Declarations, all coverage under this policy for such covered auto(s) will terminate simultaneously upon payment of the loss. The amount we will pay for a total loss or "constructive total loss" of "your covered auto(s)" shall be reduced by any amount previously paid for repairs not completed at the time of the total loss or "constructive total loss".

The following is added as Paragraph C. of the **Our Right to Recover Payment** Provision:

- C. We shall be entitled to recovery under paragraph A. or B. only after the person has been fully compensated for damages.

TERMINATION

- A. Cancellation, 2. and 3. are deleted and replaced by the following:
 2. We may cancel by mailing to the named insured shown in the Declarations at the address shown in this policy:
 - a. At least 10 days' notice:
 - (1) If cancellation is for nonpayment of premium; or
 - (2) If this policy has been in effect less than 60 days at the time notice of cancellation is mailed and this is not a renewal or continuation policy; or
 - b. At least 20 days' notice in all other cases.
 3. When this policy is in effect for 60 days or more, or if this is a renewal or continuation policy, we will cancel only:
 - a. For nonpayment of premium; or
 - b. If your driver's license or that of:

Includes copyrighted material of Insurance Services Office, Inc.
with its permission.

- (1) Any driver who lives with you; or
 - (2) Any driver who customarily uses "your covered auto";
has been suspended or revoked. This must have occurred:
 - (1) During the policy period; or
 - (2) Since the last anniversary of the original effective date if the policy period is other than one year; or
 - c. If the policy was obtained through material misrepresentation, or
 - d. For any other reason permitted by state law.
- B. Nonrenewal is deleted and replaced by the following:

Nonrenewal. If we decide not to renew or continue this policy, we will mail written notice to the named insured shown in the Declarations at the address shown in this policy. Written notice will be mailed at least 30 days before the end of the policy period. If the policy period is other than 1 year, we will have the right not to renew or continue it only at each anniversary of its original effective date.

The **Amendatory Endorsements** Provision is deleted.

All other policy provisions apply.